

State of Utah

Department of **Natural Resources**

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

Representatives Present During the Inspection:					
Company	Dan Guy				
OGM	Karl Houskeeper Environmental Scientist III				

Inspection Report

Permit Number:	C0150032
Inspection Type:	PARTIAL
Inspection Date:	Tuesday, February 06, 2007
Start Date/Time:	2/6/2007 9:00:00 AM
End Date/Time:	2/6/2007 2:00:00 PM
Last Inspection:	Wednesday, January 03, 2007

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: Partly Cloudy, Temp. 33 Deg. F. InspectionID Report Number: 1205

Types of Operations

Accepted by: pgrubaug 2/15/2007

Permitee: GENWAL RESOURCES INC Operator: GENWAL RESOURCES INC Site: CRANDALL CANYON MINE

Address: PO BOX 1077, PRICE UT 84501

County: EMERY

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages	Mineral Ownership
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	Phase III		Other		Reprocessing
	Phase II		Fee		Processing
	Phase I		County		Loadout
10.70	Total Disturbed		State		Surface
	Total Permitted	\checkmark	Federal	\checkmark	Underground

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

A midterm review of the Crandall Canyon Mine Permit C/015/0032 is currently in progress.

Inspector's Signature:

Date

Tuesday, February 06, 2007

Karl Houskeeper, Environmental Scientist III

Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
 Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale	\checkmark		~	
2.	Signs and Markers	✓		V	
3.	Topsoil				
4.a	Hydrologic Balance: Diversions	✓		✓	
4.b	Hydrologic Balance: Sediment Ponds and Impoundments				
4.c	Hydrologic Balance: Other Sediment Control Measures				
4.d	Hydrologic Balance: Water Monitoring	✓		✓	
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives	V			
6.	Disposal of Excess Spoil, Fills, Benches	✓	✓		
7.	Coal Mine Waste, Refuse Piles, Impoundments	✓	✓		
8.	Noncoal Waste	V		✓	
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage				
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control				
15.	Cessation of Operations				
16.a	Roads: Construction, Maintenance, Surfacing				
16.b	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations				
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

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1. Permits, Change, Transfer, Renewal, Sale

A midterm review of the Crandall Canyon Mine Permit C/015/0032 is currently in progress.

2. Signs and Markers

The Mine ID sign is posted at the entrance to the permit area from the forest service road. The sign contains the name, permit ID #, address, and phone number of the operator. All other signs and markers observed during the inspection met the coal rules.

4.a Hydrologic Balance: Diversions

The drop inlet structures by the road entrance and adjacent to the crusher building are functional, but need maintenance to prevent them from plugging.

4.d Hydrologic Balance: Water Monitoring

Third quarter 2006 water monitoring is in the EDI website and is uploaded. Water monitoring is current.

8. Noncoal Waste

Several noncoal items were observed outside of the designated storage area. The site needs to be cleaned.